

22 NOV 1983

MEMORANDUM FOR: Chief, Plans & Programs Staff, OL

FROM: [REDACTED]

Chief, Real Estate & Construction Division, OL

SUBJECT: DCI's Annual Report to Congress

Overview

1. In 1983, the Real Estate and Construction Division experienced its busiest year. The combination of expanded support to covert operations combined with the need to expand the amount of office space available for Agency growth was compounded by several far-reaching programs involving retrofit or new equipment installations designed to facilitate information handling. Paradoxically, the shortage of work in the commercial sector did not favorably effect the availability of technically skilled people willing to come to work for the Agency. The Agency had to utilize innovative methods and procedures to offset shortfalls in in-house capabilities by use of contract services.

2. Performance highlights are as listed on the attachment.

3. Relations with consumers/customers has been generally favorable. Exceptions have been primarily in areas where mechanisms for achievement have been beyond the scope of internal controls such as GSA or the [REDACTED] Maintenance by the owners. These situations are gradually being remedied by renegotiating the associated agreements and contracting directly for more responsive maintenance and operational support.

4. Future plans envision increased direct contracting for services such as design, construction, property leasing, and maintenance and operation of facilities. The entire Headquarters facility is being considered for transfer from GSA to direct Agency maintenance and operation.

5. There are no significant plans for research and development as such.

6. Resource requirements continue to be most critical in the area of attracting properly trained and experienced technical

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personnel. Whereas funding has been adequate for this year and appears to be so in FY 84, it is likely to become increasingly tight at the same time some significant replacement of high dollar value equipment becomes necessary by virtue of its projected useful life expectancy.

